

Texas Brine Company, LLC 1301 Highway 70 Belle Rose, LA 70341



Phone: 985-369-6657 Fax: 985-369-7873

February 6, 2013

Commissioner James H. Welsh P.O. Box 94275 Baton Rouge, LA 70804

RE: In response to State of Louisiana Department of Natural Resources Office of Conservation's Second Amendment to Declaration of Emergency and Directive

Commissioner Welsh,

In response to the Second Amendment and Declaration of Emergency and Directive order issued by the Louisiana Department of Natural Resources (LDNR), Office of Conservation on September 25, 2012, Texas Brine Company, LLC (TPC) understands the seven items listed in the document.

In the above mentioned, TBC was specifically directed and ordered to perform certain tasks outlined in the above mentioned document. Below are the required responses, as directed.

- 1. TBC's counsel provided LDNR legal counsel with a response to Directives 1-3 on September 28, 2012.
- 2. TBC understands Directive 4, which is to provide all daily logs and field notes from all contractors conducting investigation into subsidence and natural gas bubbling. The Daily Action Summary and results for current information can be found in the Attachment section of this report.
- 3. TBC understands Directive 5, which directs TBC to immediately allow for split or share any sample taken on site related to Well 3A (Serial Number 974265), the cavern, other wells facilities or other site locations. The Daily Action Summary of today's collection can be found in Attachment section of this report.
- 4. TBC understands Directive 6, which directs TBC to immediately report the results (final and preliminary) of any tests, logs samples or data collection performed on Well 3A, the cavern, other wells, facilities or site locations that indicate a change in any previously known conditions related to the investigation of the subsidence or natural gas bubbling

- events, and continue to report any such results. The Daily Action Summary and the Results related to this Directive can be found in Attachment section of this report.
- 5. TBC understands the Directive 7, which states that TBC will provide a daily summary of all tests, or logs performed or samples taken from Well 3A and the cavern as well as any results of those tests or logs, including preliminary as of September 25, 2012 and going forward. The Daily Summary and Results related to this Directive can be found in Attachment section of this report.

Please note that the drilling rig used for the Observation Well 3A has been removed and the site is being rigged down and returned to pre-drilling condition. As such, daily drilling reports for this well have ceased. Plans are being made for longer term potential gas venting/flaring requirements and possible hydrocarbon material recover from Well 3A.

In addition, previous daily summary reports issued to LDNR have included significant duplicate information as there is a fair amount of overlap in the information requested in each of the Directives included in the September 25, 2012 order. All requested information associated with the Directives issued in the September 25, 2012 order are included in the Attachment section of this report.

TBC believes that the submittal of this report satisfies the requirements of the Declaration of Emergency and Directive issued on September 25, 2012. As directed this report is submitted by email to <u>conservationorder@la.gov</u>, ref. "Emergency Declaration-Texas Brine Company LLC-9/25/2012.

Bruce E. Martin

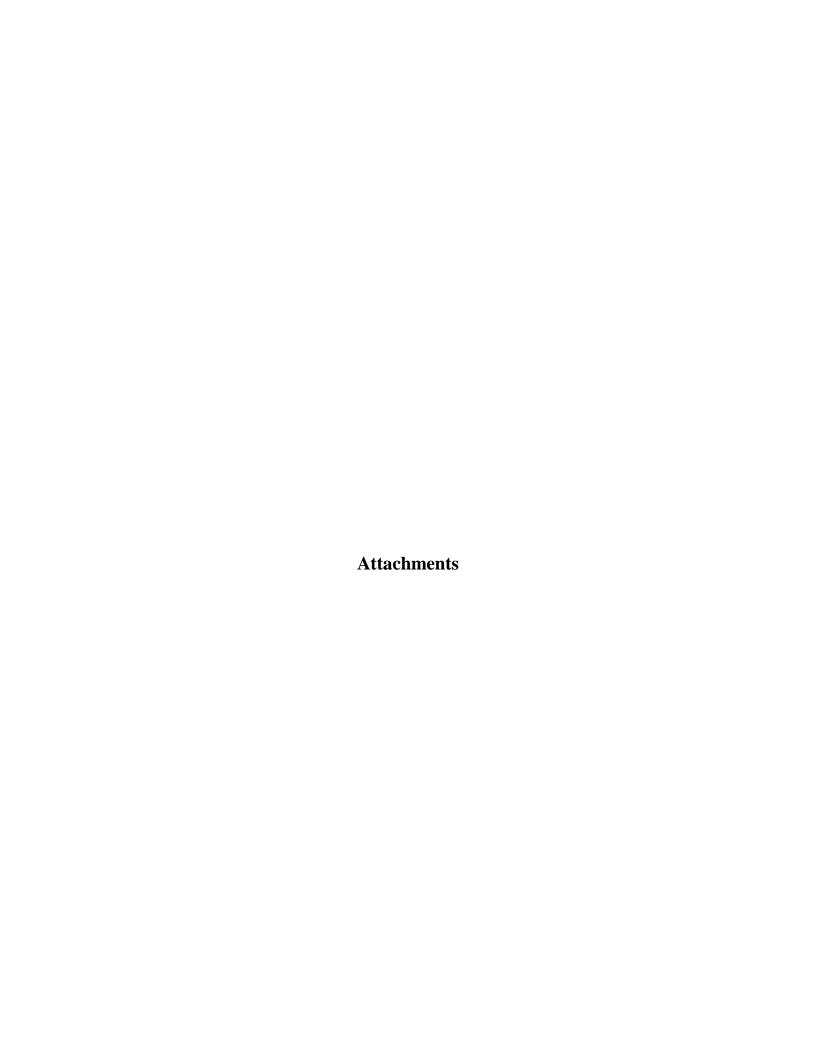
Vice President, Operations

Bana EMart

Texas Brine Company, LLC



			TBC Oxy Grand Bayou	Data Management-B	invironmental							
Contractor	Responsibilities		Collected By	Date Collected	Delivered to Lab	Results from Lab	Laboratory	Method	Date to	Agencies	Laborate	
Sage	Stationary Air Monitoring	Eri	c Rucinski - 07:45 - 09:15	2/5/2013	No	No	No	AreaRAE Monitors	2/6/	2013	Lab Con	
	Residential Air Monitoring		No work performed	2/5/2013	NA	NA	NA	NA	1	IA		
	Gas Seep Sampling		No work performed	2/5/2013	NA	NA	NA	NA		IA		
	Well Gas Sampling		No work performed	2/5/2013 2/5/2013	NA	NA	NA	NA		IA		
	Indoor Air Monitoring		No work performed		NA	NA	NA	NA	1	ΙA		
Respec	Inclinometers/Tilt Meters	2/5/2013	No work conducted	No work conducted	2/5/2013	NA		NA	NA	NA		
	InSAR Reflector Installations	2/5/2013	No work conducted	No work conducted	2/5/2013	NA		NA	NA NA	NA		
	Subsidence Survey-Fenstermaker	2/5/2013	No work conducted	No work conducted	2/5/2013	NA		NA		NA		
	Shallow Geophone Installation	2/5/2013	No work conducted	No work conducted	2/5/2013	NA		NA	NA	NA		
	Deep Geophone Installation	2/5/2013	Logged & photgraphed grab samples	P.Smith; E. Krantz	2/5/2013	NA		NA	NA	NA		
			Work Completed, no work	Work Completed,								
	Amendment #3, Directive #2	2/5/2013	conducted	no work conducted	2/5/2013	NA		NA	NA	NA		
Miller	Weekly Stability Survey		No Work Performed	Feb. 5, 2013	NA	NA	NA NA			IA.		
	Misc. Survey Work		No Work Performed	Feb. 5, 2013	NA	NA	NA	NA	١	IA.	Laborat	
	Sinkhole Hydro/Perimeter Survey		No Work Performed	Feb. 5, 2013	NA	NA	NA	NA	١	IA	Lab Cor	
Pisani	Surface Water		NA	NA	NA	NA	NA	NA	١	ΙA		
	Well Water		PMR	2/5/2013	2/5/2013	NA	GCAL	Chloride, Bromide and Sulfate (Inorganic Anions) – SW-846 9056A, Conductivity – SM 2510B, TDS – SM 2540C, Cations/metals – SW-846 6010B, Carbonate & Bicarbonate Alkalinity – SM 2320B, BTEX – SW-846 8260B, TPH Fractions – TX 1006/LA 1006, and Dissolved Gases - RSK-175	•	I A	Laboral	
	Geoprobe Wells		NA	NA NA	NA	NA	NA	NA		IΑ	Lab Con	
			Gra	nd Bayou Well 3A								
Daily Operations at 3A 2/6/2013				•	Summary of Today's	events						
					Oxy 3A							
		7am										
	• • • •	637.97 2/6/2013										
				, , ,	Relief Well #1							
	2/6/2013				See ORW-01 Flare Spr							



Daily Action Summary

February 5, 2013

Stationary Air Monitoring

- Eric Rucinski onsite from 07:45 to 09:15. Changed out the monitors between 08:23 and 08:59. Collected data from the monitoring database and forwarded to Jill Martin in the Baton Rouge office for processing.
- Pete Hyatt IV of Code Red (monitor sub-contractor) onsite from 07:00 to 17:00. Assisted in battery change outs and maintenance of the monitoring equipment.

Residential Air Monitoring

• Not Scheduled

Gas Seep Sampling

Not Scheduled

Well Gas Sampling

Not Scheduled

Air Indoor Monitoring

Not Scheduled

*Time indicates start of time period (ex. 12:00:00 AM gives the time period 12:00:00 AM to 12:59:59 AM)

	South-most Pipeline Site					Middle-most Pipeline Site						North	-most Pipelin	e Site		On Drill Rig Boom					Relief Well					
	AM-3					AM-2					AM-1			OG 3A-1					RW-1							
		Non- Methane VOC					Non- Methane VOC					Non- Methane VOC					Non- Methane VOC					Non- Methane				
Date-Time *	CO (ppm)	(ppm)	H2S (ppm)	LEL (%)	O2 (%)	CO (ppm)	(ppm)	H2S (ppm)	LEL (%)	O2 (%)	CO (ppm)	(ppm)	H2S (ppm)	LEL (%)	O2 (%)	SO2 (ppm)	(ppm)	H2S (ppm)	LEL (%)	O2 (%)	CO (ppm)	VOC (ppm)	H2S (ppm)	LEL (%)	O2 (%)	
02/05/2013 01:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	
02/05/2013 02:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	
02/05/2013 03:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	
02/05/2013 04:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	
02/05/2013 05:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	
02/05/2013 06:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	
02/05/2013 07:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	
02/05/2013 08:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	
02/05/2013 09:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	
02/05/2013 10:00:00 AM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	<1.0	20.9	
02/05/2013 11:00:00 AM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.8	
02/05/2013 12:00:00 PM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	
02/05/2013 01:00:00 PM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	<1.0	20.9	
02/05/2013 02:00:00 PM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	<1.0	20.9	
02/05/2013 03:00:00 PM	<1.0	0.0	0.0	0.0	21.2	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	<1.0	20.9	
02/05/2013 04:00:00 PM	<1.0	0.0	0.0	0.0	21.3	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	
02/05/2013 05:00:00 PM	<1.0	0.0	0.0	0.0	21.2	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	
02/05/2013 06:00:00 PM	<1.0	0.0	0.0	0.0	21.2	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	
02/05/2013 07:00:00 PM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	
02/05/2013 08:00:00 PM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	21.3	
02/05/2013 09:00:00 PM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	
02/05/2013 10:00:00 PM	<1.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	
02/05/2013 11:00:00 PM	<1.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	
02/06/2013 12:00:00 AM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9	

*Time indicates start of time period (ex. 12:00:00 AM gives the time period 12:00:00 AM to 12:59:59 AM)

	South-most Pipeline Site					Middle-most Pipeline Site						North	-most Pipeline	Site			Drill Rig Boo		Relief Well						
	AM-3					AM-2						AM-1			OG 3A-1					RW-1					
		Non-					Non-					Non-													
		Methane					Methane					Methane					Non-					Non-			
		VOC					VOC					VOC					Methane					Methane			
Date-Time *	CO (ppm)	(ppm)	H2S (ppm)	LEL (%)	O2 (%)	CO (ppm)	(ppm)	H2S (ppm)	LEL (%)	O2 (%)	CO (ppm)	(ppm)	H2S (ppm)	LEL (%)	O2 (%)	SO2 (ppm)	VOC (ppm)	H2S (ppm)	LEL (%)	O2 (%)	CO (ppm)	VOC (ppm)	H2S (ppm)	LEL (%)	O2 (%)
02/05/2013 05:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9
02/05/2013 06:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9
02/05/2013 07:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9
02/05/2013 08:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9
02/05/2013 09:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9
02/05/2013 10:00:00 AM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	<1.0	20.9
02/05/2013 11:00:00 AM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.8
02/05/2013 12:00:00 PM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9
02/05/2013 01:00:00 PM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	<1.0	20.9
02/05/2013 02:00:00 PM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	<1.0	20.9
02/05/2013 03:00:00 PM	<1.0	0.0	0.0	0.0	21.2	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	<1.0	20.9
02/05/2013 04:00:00 PM	<1.0	0.0	0.0	0.0	21.3	0.0	0.0	<1.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9
02/05/2013 05:00:00 PM	<1.0	0.0	0.0	0.0	21.2	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9
02/05/2013 06:00:00 PM	<1.0	0.0	0.0	0.0	21.2	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9
02/05/2013 07:00:00 PM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9
02/05/2013 08:00:00 PM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	21.3
02/05/2013 09:00:00 PM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9
02/05/2013 10:00:00 PM	<1.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9
02/05/2013 11:00:00 PM	<1.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9
02/06/2013 12:00:00 AM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9
02/06/2013 01:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9
02/06/2013 02:00:00 AM	<1.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	0.0	0.0	20.9
02/06/2013 03:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	<1.0	<1.0	0.0	20.9
02/06/2013 04:00:00 AM	<1.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	0.0	0.0	20.9
02/06/2013 05:00:00 AM	0.0	<1.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	0.0	0.0	0.0	0.0	20.9	<1.0	0.0	<1.0	0.0	20.9

RESPEC Consulting & Services

Texas Brine, L.L.C. Assumption Parish, Louisiana Daily Field Report

Report By: Peter Company: RESI			Date: <u>2/5/13</u> Work Order #: <u>()</u>
Personnel		Company	Job Title
Peter Smith, CPG		RESPEC	Staff Geologist
Eric Krantz, PE		RESPEC	Staff Engineer
Time Onsite:	Start Time	: 8:25 End Time:	15:00
Equipment Onsite: Daily Activity:	Log and p	hotograph grab samples.	
Proposed Schedule:	Wait on ce	ement.	
			Initials: PHS

ME&A Daily Action Summary

February 5, 2013

Subsidence Survey:

No Work Done

Sinkhole Perimeter/Hydrographic Survey:

No Work Done

Support Sinkhole Cleanup

No Work Done

Misc. Survey Work

No Work Done

Michael Pisani & Associates

Texas Brine, L.L.C. Assumption Parish, Louisiana Daily Field Report

Report By:	Patrick Ritchie		Dat	
Company:	MP&A		Work Order	#80-05
Health and S	Safety Meeting	YES NO)	
Weather:	60 F Fog, Overcast			_
	Personnel	Company	Job Title	e
Patrick Ritch	hie	MP&A	Environmental Scientis	
Anna Fix		MP&A	Geologist	
Charles Trah	nan	MP&A	Geologist	
Walker-Hill	Drillling Crew			
			-	
Site Acti	VITIES: Start Time	6:50 End Time	17:30	
Equipment	 '	over mud rotary rig		
Finished well of Began well of Collect labor	situ monitoring surface w ll development at MRAA- development at MRAA-01			
Measure wat Measure pre Collect labor Continue we	situ monitoring surface w ter level for the industrial ssure and water level at T	water wells 2/8/2013 BC Geoprobe locations 2/1 face water transect locations	s 2/8/2013	
			Initials:	PMR